FIRST REGULAR SESSION

[TRULY AGREED TO AND FINALLY PASSED]

HOUSE COMMITTEE SUBSTITUTE FOR

SENATE BILL NO. 127

94TH GENERAL ASSEMBLY

2007

0330L.04T

AN ACT

To repeal sections 104.040 and 104.160, RSMo, and to enact in lieu thereof two new sections relating to the highway patrol retirement system.

Be it enacted by the General Assembly of the State of Missouri, as follows:

Section A. Sections 104.040 and 104.160, RSMo, are repealed and two new

- 2 sections enacted in lieu thereof, to be known as sections 104.040 and 104.160, to
- 3 read as follows:
 - 104.040. 1. Any member shall be entitled to creditable prior service
- 2 within the meaning of sections 104.010 to [104.270] 104.272 for all service in the
- 3 United States Army, Navy, or other armed services of the United States, or any
- 4 women's auxiliary thereof in time of active armed warfare, if such member was
- 5 a state employee immediately prior to his or her entry into the armed services
- 6 and became an employee of the state within ninety days after termination of such
- 7 service by an honorable discharge or release to inactive status; the requirement
- 8 of section 104.010 of duties during not less than one thousand hours for status
- 9 as an "employee" shall not apply to persons who apply for creditable prior service
- 10 pursuant to the provisions of this section.
- 11 2. Any member of the system who served as an employee prior to the
- 12 original effective date of sections 104.010 to [104.270] 104.272, but was not an
- 13 employee on that date, shall be entitled to creditable prior service that such
- 14 member would have been entitled to had such member become a member of the
- 15 retirement system on the date of its inception if such member has, or hereafter
- 16 attains, one year of continuous membership service.
- 17 3. Any employee who completes one continuous year of creditable service

EXPLANATION—Matter enclosed in bold-faced brackets [thus] in this bill is not enacted and is intended to be omitted in the law.

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18 in the system shall receive credit for service with a state department, if such19 service has not otherwise been credited.

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- 4. Any member who had served in the armed forces of the United States prior to becoming a member, or who is otherwise ineligible pursuant to subsection 1 of this section or other provisions of this chapter, and who became a member after his or her discharge under honorable conditions may elect, prior to retirement, to purchase all of his or her creditable prior service equivalent to such service in the armed forces, but not to exceed four years, if the member is not receiving and is not eligible to receive retirement credits or benefits from any other public or private retirement plan for the service to be purchased, and an affidavit so stating shall be filed by the member with the retirement system. However, if the member is eligible to receive retirement credits in a United States military service retirement system, the member shall be permitted to purchase creditable prior service equivalent to his or her service in the armed services, but not to exceed four years, any other provision of law to the contrary notwithstanding. The purchase shall be effected by the member's paying to the retirement system an amount equal to what would have been contributed by the state in his or her behalf had the member been a member for the period for which the member is electing to purchase credit and had his or her compensation during such period of membership been the same as the annual salary rate at which the member was initially employed as a member, with the calculations based on the contribution rate in effect on the date of his or her employment with simple interest calculated from date of employment from which the member could first receive creditable service to the date of election pursuant to this subsection. The payment shall be made over a period of not longer than two years, measured from the date of election, and with simple interest on the unpaid balance. Payments made for such creditable prior service pursuant to this subsection shall be treated by the retirement system as would contributions made by the state and shall not be subject to any prohibition on member contributions or refund provisions in effect at the time of enactment of this subsection.
- 5. Any uniformed member of the highway patrol who served as a certified police officer prior to becoming a member may elect, prior to retirement, to purchase all of his or her creditable prior service equivalent to such service in the police force, but not to exceed four years, if he or she is not receiving and is not eligible to receive credits or benefits from any other public or private retirement plan for the service to be purchased, and an affidavit so stating shall be filed by

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the member with the retirement system. The purchase shall be effected by the member's paying to the retirement system an amount equal to what would have been contributed by the state in his or her behalf had he or she been a member of the system for the period for which the member is electing to purchase credit and had his compensation during such period been the same as the annual salary rate at which the member was initially employed as a member, with the calculations based on the contribution rate in effect on the date of his or her employment with simple interest calculated from the date of employment from which the member could first receive creditable service to the date of election pursuant to the provisions of this section. The payment shall be made over a period of not longer than two years, measured from the date of election, and with simple interest on the unpaid balance. Payments made for such creditable prior service pursuant to the provisions of this section shall be treated by the retirement system as would contributions made by the state and shall not be subject to any prohibition on member contributions or refund provisions in effect at the time of enactment of this section.

6. Any [uniformed] member of the [highway patrol] system under section 104.030 or 104.170 who is an active employee and who served as a nonfederal full-time public employee in this state prior to becoming a member may elect, prior to retirement, to purchase all of his or her creditable prior service equivalent to such service, but not to exceed four years, if he or she is not receiving and is not eligible to receive credits or benefits from any other public plan for the service to be purchased[, and an affidavit so stating shall be filed by the member with the retirement system]. The purchase shall be effected by the member's paying to the retirement system an amount equal to what would have been contributed by the state in his or her behalf had he or she been a member of the system for the period for which the member is electing to purchase credit and had his compensation during such period been the same as the annual salary rate at which the member was initially employed as a member, with the calculations based on the contribution rate in effect on the date of his or her employment with simple interest calculated from the date of employment from which the member could first receive creditable service to the date of election pursuant to the provisions of this section. The payment shall be made over a period of not longer than two years, measured from the date of election, and with simple interest on the unpaid balance. Payments made for such creditable prior service pursuant to the provisions of this section shall be treated by the

retirement system as would contributions made by the state and shall not be 91 subject to any prohibition on member contributions or refund provisions in effect at the time of enactment of this section. All purchase payments under this 92 93 subsection must be completed prior to retirement or prior to termination of employment. If a member who purchased creditable 94service under this subsection dies prior to retirement, the surviving 95 spouse may, upon written request, receive a refund of the amount 96 contributed for such purchase of such creditable service. The surviving 97spouse shall not be eligible for a refund under this subsection if he or 98 99 she is entitled to survivorship benefits payable under section 104.140. A member who is entitled to a deferred annuity under section 104.035 100 shall be ineligible to purchase service under this subsection. 101

104.160. The board of trustees shall consist of three members of the state highways and transportation commission elected by the members of the commission. The superintendent of the highway patrol and the director of the department of transportation shall serve as members by virtue of their respective offices, and their successors shall succeed them as members of the board of trustees. In addition, one member of the senate appointed by the president pro tem of the senate and one member of the house of representatives, appointed by the speaker of the house shall serve as members of the board of trustees. In addition to the appointed legislators, two active employee members of the system shall be elected by a plurality vote of the active employee members of the system, 10 herein designated for four-year terms to commence July 1, 1982, and every four 11 years thereafter. One elected member shall be elected from the active employees 1213of the department of transportation and one elected member shall be elected from the active employees of the civilian or uniformed highway patrol. In addition to 15 the two active employee members, [one retired member] two retirees of the system shall be elected to serve on the board by a plurality vote of the [retired 16 members] retirees of the system. [The retired member] One retiree shall be 1718 elected by the retired employees of the transportation department and one retiree shall be elected by the retired [members] employees of the civilian 19 or uniformed highway patrol. [The first retired member elected to the board shall 20 serve for a term which shall commence on January 1, 1993, and expire on June 212230, 1994. Subsequently elected retired members shall serve for four-year terms commencing on July 1, 1994, and every four years thereafter, which shall coincide 23with the terms of the active employee members of the board.] The retiree

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25 serving on the board on August 28, 2007, shall continue to serve on the board as the representative of the retired employees of the 26 transportation department until June 30, 2010. An election shall be 27held prior to January 1, 2008, for the retiree to be elected by the 28 retired employees of the civilian or uniformed highway patrol with said 29 term to commence on January 1, 2008, and expire on June 30, 2010. All 30 terms of elected retired employees shall be for four years after June 30, 31 2010. The board shall determine the procedures for nomination and election of 3233 the elective board members. Nominations may be entered by any member of the system, provided members of the system have a reasonable opportunity to vote. 34

Bill

